

2013 DRAFTING REQUEST

Bill

Received:	2/4/2013	Received By:	mgallagh
Wanted:	As time permits	Same as LRB:	
For:	Administration-Budget 7-9546	By/Representing:	Lawrence
May Contact:		Drafter:	mgallagh
Subject:	Econ. Development - bus. dev. Econ. Development - misc. Military Affairs - misc	Addl. Drafters:	
		Extra Copies:	

Submit via email: **YES**
Requester's email:
Carbon copy (CC) to: **michael.gallagher@legis.wisconsin.gov**

Pre Topic:

DOA:.....Lawrence, BB0443 -

Topic:

Grant to Veteran Entrepreneurial Transfer Inc.

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	mgallagh 2/6/2013	csicilia 2/6/2013	jfrantze 2/6/2013	_____			
/P1	mgallagh 2/8/2013	scalvin 2/8/2013	jfrantze 2/8/2013	_____	sbasford 2/6/2013		State
/P2				_____	lparisi 2/8/2013		State

FE Sent For:

<END>

2013 DRAFTING REQUEST

Bill

Received: 2/4/2013 Received By: mgallagh
Wanted: As time permits Same as LRB:
For: Administration-Budget 7-9546 By/Representing: Lawrence
May Contact: Drafter: mgallagh
Subject: Econ. Development - bus. dev.
Econ. Development - misc.
Military Affairs - misc Addl. Drafters:
Extra Copies:

Submit via email: YES
Requester's email:
Carbon copy (CC) to: michael.gallagher@legis.wisconsin.gov

Pre Topic:

DOA:.....Lawrence, BB0443 -


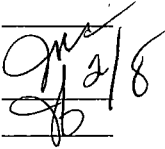
Topic:

Grant to Veteran Entrepreneurial Transfer Inc.

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	mgallagh 2/6/2013	csicilia 2/6/2013	jfrantze 2/6/2013				
/P1		1p2 sac 02/08/2013	 2/8	 2/8	sbasford 2/6/2013		State

FE Sent For:

<END>

2013 DRAFTING REQUEST

Bill

Received: 2/4/2013 Received By: mgallagh
Wanted: As time permits Same as LRB:
For: Administration-Budget 7-9546 By/Representing: Lawrence
May Contact: Drafter: mgallagh
Subject: Econ. Development - bus. dev.
Econ. Development - misc.
Military Affairs - misc Addl. Drafters:
Extra Copies:

Submit via email: YES
Requester's email:
Carbon copy (CC) to: michael.gallagher@legis.wisconsin.gov

Pre Topic:

DOA:.....Lawrence, BB0443 -

Topic:

Grant to Veteran Entrepreneurial Transfer Inc.

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	mgallagh	pl gs 2/6 12	2/6 2/4	ph 2/6			

FE Sent For:

<END>

Gallagher, Michael

From: Hanaman, Cathlene
Sent: Monday, February 04, 2013 3:07 PM
To: Gibson-Glass, Mary; Gallagher, Michael
Subject: FW: Statutory Language Drafting Request - BB0443

From: jeffrey.lawrence@wisconsin.gov [<mailto:jeffrey.lawrence@wisconsin.gov>]
Sent: Monday, February 04, 2013 3:05 PM
To: Hanaman, Cathlene
Cc: Gauger, Michelle C - DOA; Lawrence, Jeffrey R - DOA; Thornton, Scott - DOA
Subject: Statutory Language Drafting Request - BB0443

Biennial Budget: 2013-15

DOA Tracking Code: BB0443

Topic: VeTransfer Grant

SBO Team: HSI

SBO Analyst: Lawrence, Jeff - DOA
Phone: (608) 267-9546
E-mail: jeffrey.lawrence@wisconsin.gov

Agency Acronym: DVA

Agency Number: 485

Priority: High

Intent:

Please include in budget bill. Please contact Michelle Gauger with any questions.

- Allow the Department of Veterans Affairs to distribute a \$500,000 grant from the Veterans Trust Fund to the Veteran Entrepreneurial Transfer Inc. (VETTransfer). This will be a one-time distribution in FY14. I'd like to use an existing appropriation for the expenditure – perhaps 20.485(2)(vm) or 20.485(2)(vw)?
- VETTransfer must use at least \$300,000 of the funding to increase the amount of seed funding available to provide grants to Wisconsin veteran-owned start-ups and may use up to \$200,000 of the funding to support other activities that directly support the nonprofit's mission of helping Wisconsin veterans develop and launch businesses, including providing business training and coaching, outreach, marketing and program administration.
- VETTransfer will have through the end of FY17 to spend the \$500,000. If the funds are not fully expended by the end of FY17, VETTransfer can apply to DVA annually for a one-year extension to expend the funds. DVA can grant the extension if
- For each of its calendar years in which any of the grant was spent, VETTransfer must provide a report within four months of the end of each of the fiscal year to the Governor and the Secretaries of DVA and DOA detailing how the grant funds were spent and the outcomes achieved from the expenditure.

- VETransfer must maintain records as required by DVA concerning the organization's expenditure of grant moneys, shall give DVA access to those records upon request of the department and the department may audit those records to ensure that the organization is complying with the intent of the funds.

Attachments: False

Please send completed drafts to statlanguage@wisapps.wi.gov



DOA:.....Lawrence, BB0443 - Grant to Veteran Entrepreneurial Transfer Inc.

FOR 2013-2015 BUDGET — NOT READY FOR INTRODUCTION

D-Note

do NOT gen

1 AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau

VETERANS

This bill directs DVA to pay \$500,000 in fiscal year 2013-14 to VETransfer, Inc. (VETransfer), an organization that provides training and other assistance to veterans engaged in entrepreneurship. Of those moneys, the bill requires VETransfer to use at least \$300,000 to make grants to Wisconsin veterans or their businesses to cover costs associated with the start-up of veteran-owned businesses located in Wisconsin, and the bill authorizes VETransfer to use up to \$200,000 to provide entrepreneurial training and related services to Wisconsin veterans.

Under the bill, VETransfer must submit an annual report to the governor and the secretaries of veterans affairs and administration concerning VETransfer's use of the moneys it receives from the state, and DVA may audit VETransfer's records to ensure compliance with the bill's requirements. VETransfer must repay to the state any moneys not used by June 30, 2017. DVA may extend that deadline.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

✓
1 SECTION 1. 20.485 (2) (vm) of the statutes is amended to read:

2 20.485 (2) (vm) *Assistance to needy veterans and veteran start-up businesses.*

3 The amounts in the schedule for aid payments under s. 45.40 and for the grant to
4 VETTransfer, Inc., under s. 45.45. ✓

✓
****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

History: 1971 c. 93, 125, 198, 215; 1973 c. 4, 90; 1973 c. 208 ss. 2, 3, 17; 1973 c. 333 s. 201m; 1973 c. 340; 1975 c. 26, 39, 198, 200, 224; 1977 c. 4, 29, 237; 1977 c. 418 s. 929 (55); 1977 c. 447; 1979 c. 4, 34, 155; 1981 c. 20 ss. 377g to 399, 2202 (55) (a); 1981 c. 93, 237; 1983 a. 27; 1983 a. 333 s. 6; 1985 a. 6, 29; 1987 a. 27, 399; 1989 a. 31; 1991 a. 39, 44, 165, 269; 1993 a. 16, 254, 490; 1995 a. 27, 225; 1997 a. 27; 1999 a. 2; 1999 a. 9 ss. 245m, 498t to 504; 1999 a. 63, 136; 2001 a. 16, 74, 103, 106; 2003 a. 33, 42; 2005 a. 22, 25, 254, 468; 2007 a. 20; 2009 a. 28, 177; 2011 a. 32.

5 SECTION 2. 45.45 of the statutes is created to read:

6 **45.45 Grant to VETTransfer, Inc. (1) PAYMENT.** From the appropriation under
7 s. 20.485 (2) (vm), the department shall pay \$500,000 to VETTransfer, Inc., in fiscal
8 year 2013-14, subject to the requirements under subs. (2) to (5).

9 **(2) GRANTS TO VETERAN-OWNED START-UP BUSINESSES.** Of the moneys VETTransfer,
10 Inc., receives under sub. (1), VETTransfer, Inc., shall grant at least \$300,000 to
11 veterans who are residents of this state or to businesses owned by veterans who are
12 residents of this state. A veteran or a veteran's business that is awarded a grant
13 under this subsection may use the grant only to pay for costs associated with the
14 start-up of a business located in this state that the veteran owns.

15 **(3) VETERAN ENTREPRENEURSHIP TRAINING.** Of the moneys VETTransfer, Inc.,
16 receives under sub. (1), VETTransfer, Inc., may use up to \$200,000 to provide
17 entrepreneurial training and related services to veterans who are residents of this
18 state for the start-up of businesses located in this state. ✓

19 **(4) REPORTING AND AUDIT REQUIREMENTS.** (a) Annually, by March 1, VETTransfer,
20 Inc., shall submit to the secretary, the governor, and the secretary of administration
21 a report that describes in detail all expenditures to date of the moneys VETTransfer,
22 Inc., receives under sub. (1) and the outcomes of those expenditures.

1 (b) VETTransfer, Inc., shall maintain records, as required by the department,
2 concerning its expenditures of the moneys it receives under sub. (1). VETTransfer,
3 Inc., shall give the department access to those records upon request of the
4 department, and the department may audit those records to ensure compliance with
5 the requirements under this section. ✓

6 (5) SUNSET. (a) Except as provided under par. (b), VETTransfer, Inc., may not
7 expend any moneys it receives under sub. (1) after June 30, 2017. The department
8 may grant an extension of time.

9 (b) VETTransfer, Inc., shall pay to the secretary of administration for deposit in
10 the general fund any moneys it receives under sub. (1) but does not expend by June
11 30, 2017 or by a later date established by the department under par. (a).
12

(END)

or a
or a later date established by the department

d-note

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-1499/P1dn

MPG:/.....

- date -

js

- ¶ 4. Also, do you want to include any enforcement mechanism or reporting requirements ~~for~~ concerning a veteran's or veteran business's use of grant moneys?
- ¶ 5. Note that the only requirement in the draft for VETransfer's use of the up to \$200,000 is ~~so~~ that the moneys be used for entrepreneurial training of Jeff Lawrence: Wisconsin veterans. Is that consistent with your intent?

Please review this draft carefully to ensure that it is consistent with the intent.

I have a few questions and comments concerning this draft:

1. Do you want to include anything more specific concerning what constitutes a "start-up" business?
2. Do you want to include any more detail concerning the annual report that the draft requires VETransfer, Inc., to submit to the governor and the secretaries of DVA and DOA?
3. The draft directs that the \$300,000 to be used as grants must go to Wisconsin veterans or, recognizing that it may be the start-up itself rather than the veteran individually that receives a grant, to businesses that are owned by Wisconsin veterans. Is that consistent with your intent? Do you want the draft to specify a threshold degree or percentage of veteran ownership that qualifies a business as being veteran-owned? Does part ownership count? Does minority ownership? Also, do you want to specify that the veteran-owned business must be a small business (as start-ups, most if not all would be in any case). If you choose, the draft could incorporate the definition of "veteran-owned" business under s. 16.75 (4) (d), stats., as a business that is "a small business, as defined in [s. 16.75 (4) (c), stats.], that is certified by the department of veterans affairs as being at least 51% owned by one or more veterans, as defined in s. 45.01 (12)." If you do not want to include the certification aspect, I could include a definition that requires requires 51 percent ownership without requiring DVA certification. Please let me know how you would like to proceed. ✓

6. DFT's website has Veteran Entrepreneurial Transfer, Inc., and VETransfer, Inc., listed as separate active corporations. Both companies have the same registered agent, Wichert, 1101 N. Market St., Suite 2m, Milwaukee, WI 53202, but different principal office addresses. However, the principal office address for VETransfer, Inc., is the same as the registered agent address, (the address for Veteran Entrepreneurial Transfer, Inc., is in Glendale, WI). For that reason, and because the organization's website shows VETransfer, Inc., for the website's copyright, I have used VETransfer, Inc., in the draft. Please let me know if the payment under the draft should go to Veteran Entrepreneurial Transfer, Inc., instead.

emdash

Δ — Δ

Please let me know if you have any questions.

Thank you.

Michael Gallagher
Legislative Attorney
Phone: (608) 267-7511
E-mail: michael.gallagher@legis.wisconsin.gov

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-1499/P1dn
MPG:cjs:jf

February 6, 2013

Jeff Lawrence:

Please review this draft carefully to ensure that it is consistent with the intent.

I have a few questions and comments concerning this draft:

1. Do you want to include anything more specific concerning what constitutes a "start-up" business?
2. Do you want to include any more detail concerning the annual report that the draft requires VETransfer, Inc., to submit to the governor and the secretaries of DVA and DOA?
3. The draft directs that the \$300,000 to be used as grants must go to Wisconsin veterans or, recognizing that it may be the start-up itself rather than the veteran individually that receives a grant, to businesses that are owned by Wisconsin veterans. Is that consistent with your intent? Do you want the draft to specify a threshold degree or percentage of veteran ownership that qualifies a business as being veteran-owned? Does part ownership count? Does minority ownership? Also, do you want to specify that the veteran-owned business must be a small business (as start-ups, most if not all would be in any case). If you choose, the draft could incorporate the definition of "veteran-owned" business under s. 16.75 (4) (d), stats., as a business that is "a small business, as defined in [s. 16.75 (4) (c), stats.], that is certified by the department of veterans affairs as being at least 51% owned by one or more veterans, as defined in s. 45.01 (12)." If you do not want to include the certification aspect, I could include a definition that requires 51 percent ownership without requiring DVA certification. Please let me know how you would like to proceed.
4. Also, do you want to include any enforcement mechanism or reporting requirements concerning a veteran's or veteran business's use of grant moneys?
5. Note that the only requirement in the draft for VETransfer's use of the up to \$200,000 is that the moneys be used for entrepreneurial training of Wisconsin veterans. Is that consistent with your intent?
6. DFI's website has Veteran Entrepreneurial Transfer, Inc., and VETransfer, Inc., listed as separate active corporations. Both companies have the same registered agent — Wichert, 1101 N. Market St., Suite 2m, Milwaukee, WI 53202 — but different

principal office addresses. However, the principal office address for VETransfer, Inc., is the same as the registered agent address. (The address for Veteran Entrepreneurial Transfer, Inc., is in Glendale, WI). For that reason, and because the organization's website shows VETransfer, Inc., for the website's copyright, I have used VETransfer, Inc., in the draft. Please let me know if the payment under the draft should go to Veteran Entrepreneurial Transfer, Inc., instead.

Please let me know if you have any questions.

Thank you.

Michael Gallagher
Legislative Attorney
Phone: (608) 267-7511
E-mail: michael.gallagher@legis.wisconsin.gov

Gallagher, Michael

From: Gauger, Michelle C - DOA <Michelle.Gauger@Wisconsin.gov>
Sent: Wednesday, February 06, 2013 4:35 PM
To: Gallagher, Michael
Cc: Lawrence, Jeffrey R - DOA
Subject: RE: Grant to Veteran Entrepreneurial Transfer Inc.

Hi Mike,

1. I do not want to include a more specific definition of start-up ✓
2. Here are requirements for the annual report:
 - An annual financial statement on the entire VETransfer organization
 - The current criteria used by the VETransfer investment board to evaluate potential investments
 - A summary of all awards given with funds from the grant during the period covered, including:
 - a. Company name and address
 - b. Owner(s), CEO and other significant management
 - c. The industry sector and a description of the business
 - d. The grant amount and date
 - e. Any application materials completed by the business
 - f. Jobs data, including current employees, number of jobs retained or expected to be created
 - A report of the budget and actual expenses for all expenditures of grant funds during the period that were not awarded to a company.
 - A summary of VETransfer grants or investments not made with this grant.
 - The annual report should include a verified statement.
3. I think it's fine to specify that the grant must go to a veteran or a veteran-owned business. I don't want to specify a percentage in statute – I think we can leave that to the discretion of the organization. Since some of this funding goes to veterans trying to start a business, I don't want to be too restrictive in defining the grantee when that should be addressed in the organization's evaluation criteria. ✓
4. No additional reporting requirements – these are very small grants. Again, we can leave that to the discretion of the organization. ✓
5. That's fine. ✓
6. VETransfer is the company that receives WEDC funding so that should be good. ✓

Thank you!

From: Scott.Thornton@Wisconsin.Gov [mailto:Scott.Thornton@Wisconsin.Gov]
Sent: Wednesday, February 06, 2013 1:45 PM
To: Lawrence, Jeffrey R - DOA
Cc: Thornton, Scott - DOA; Thornton, Scott - DOA; Gauger, Michelle C - DOA
Subject: Grant to Veteran Entrepreneurial Transfer Inc.

We have received an LRB draft for DOA Tracking Code: BB0443

LRB Draft Number: 1499/P1

Drafter: MPG

Drafting Attorney: Michael P. Gallagher

Phone: (608) 267-7511

E-mail: michael.gallagher@legis.wisconsin.gov

Drafter's Note: Please review this draft carefully to ensure that it is consistent with the intent. I have a few questions and comments concerning this draft: 1. Do you want to include anything more specific concerning what constitutes a "start-up" business?

2. Do you want to include any more detail concerning the annual report that the draft requires VETransfer, Inc., to submit to the governor and the secretaries of DVA and DOA?

3. The draft directs that the \$300,000 to be used as grants must go to Wisconsin veterans or, recognizing that it may be the start-up itself rather than the veteran individually that receives a grant, to businesses that are owned by Wisconsin veterans. Is that consistent with your intent? Do you want the draft to specify a threshold degree or percentage of veteran ownership that qualifies a business as being veteran-owned? Does part ownership count? Does minority ownership? Also, do you want to specify that the veteran-owned business must be a small business (as start-ups, most if not all would be in any case). If you choose, the draft could incorporate the definition of "veteran-owned" business under s. 16.75 (4) (d), stats., as a business that is "a small business, as defined in [s. 16.75 (4) (c), stats.], that is certified by the department of veterans affairs as being at least 51% owned by one or more veterans, as defined in s. 45.01 (12)." If you do not want to include the certification aspect, I could include a definition that requires 51 percent ownership without requiring DVA certification. Please let me know how you would like to proceed.

4. Also, do you want to include any enforcement mechanism or reporting requirements concerning a veteran's or veteran business's use of grant moneys?

5. Note that the only requirement in the draft for VETransfer's use of the up to \$200,000 is that the moneys be used for entrepreneurial training of Wisconsin veterans. Is that consistent with your intent?

6. DFI's website has Veteran Entrepreneurial Transfer, Inc., and VETransfer, Inc., listed as separate active corporations. Both companies have the same registered agent — Wichert, 1101 N. Market St., Suite 2m, Milwaukee, WI 53202 — but different principal office addresses. However, the principal office address for VETransfer, Inc., is the same as the registered agent address. (The address for Veteran Entrepreneurial Transfer, Inc., is in Glendale, WI). For that reason, and because the organization's website shows VETransfer, Inc., for the website's copyright, I have used VETransfer, Inc., in the draft. Please let me know if the payment under the draft should go to Veteran Entrepreneurial Transfer, Inc., instead. Please let me know if you have any questions.

PDF of Drafter's Note is found in the [Drafter's Notes Library](#).

The [document](#) can be found in the Stat Language site on SharePoint.

Gallagher, Michael

From: Gauger, Michelle C - DOA <Michelle.Gauger@Wisconsin.gov>
Sent: Thursday, February 07, 2013 4:18 PM
To: Gallagher, Michael
Subject: RE: LRB-1499

Thank you for the background information. I have discussed this with the department and they would like to leave the draft in its current form.

From: Gallagher, Michael [<mailto:Michael.Gallagher@legis.wisconsin.gov>]
Sent: Thursday, February 07, 2013 3:42 PM
To: Gauger, Michelle C - DOA
Subject: LRB-1499

Michelle: Here is a brief statement of the law on this issue:

A Wisconsin court might find that specifying the organization VETransfer, Inc. makes this legislation a "private or local bill" that, under art. IV, sec. 18, of the Wisconsin Constitution, must be enacted as single-subject legislation. Under *Milwaukee Brewers Baseball Club v. Wisconsin Dept. of Health and Social Services*, 130 Wis. 2d 79, 115 (1986), "a legislative provision which is specific to any person, place or thing is a private or local law within the meaning of art. IV, sec. 18, unless: 1) the general subject matter of the provision relates to a state responsibility of statewide dimension; and 2) its enactment will have direct and immediate effect on a specific statewide concern or interest." If a court finds that this legislation is a private or local bill under art. IV, sec. 18, of the Wisconsin Constitution, the court could invalidate the legislation based on the fact that it was enacted as part of the state budget bill, which encompasses more than one subject.

Let me know if you want me to do anything to address this issue.

Michael P. Gallagher

Legislative Attorney
Wisconsin Legislative Reference Bureau
1 East Main Street, Suite 200
P.O. Box 2037
Madison, WI 53701-2037
(608) 267-7511
michael.gallagher@legis.wisconsin.gov



In: 2/8
State of Wisconsin
2013 - 2014 LEGISLATURE



LRB-1499/P1

MPG:cjs/f

2 sac

DOA:.....Lawrence, BB0443 - Grant to Veteran Entrepreneurial Transfer Inc.

FOR 2013-2015 BUDGET — NOT READY FOR INTRODUCTION

Inuse+

1 AN ACT *do not gen* relating to: the budget.

Analysis by the Legislative Reference Bureau

VETERANS

a detailed This bill directs DVA to pay \$500,000 in fiscal year 2013-14 to VETransfer, Inc. (VETransfer), an organization that provides training and other assistance to veterans engaged in entrepreneurship. Of those moneys, the bill requires VETransfer to use at least \$300,000 to make grants to Wisconsin veterans or their businesses to cover costs associated with the start-up of veteran-owned businesses located in Wisconsin, and the bill authorizes VETransfer to use up to \$200,000 to provide entrepreneurial training and related services to Wisconsin veterans. *not a budget expense*

Under the bill, VETransfer must submit an annual report to the governor and the secretaries of veterans affairs and administration concerning VETransfer's use of the moneys it receives from the state, and DVA may audit VETransfer's records to ensure compliance with the bill's requirements. VETransfer must repay to the state any moneys not used by June 30, 2017. DVA may extend that deadline.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

that includes a verified statement signed by an independent certified public accountant and the director or principal officer of VETransfer

1 **SECTION 1.** 20.485 (2) (vm) of the statutes is amended to read:

2 20.485 (2) (vm) *Assistance to needy veterans and veteran start-up businesses.*

3 The amounts in the schedule for aid payments under s. 45.40 and for the grant to
4 VETransfer, Inc., under s. 45.45.

 ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

5 **SECTION 2.** 45.45 of the statutes is created to read:

6 **45.45 Grant to VETransfer, Inc. (1) PAYMENT.** From the appropriation under
7 s. 20.485 (2) (vm), the department shall pay \$500,000 to VETransfer, Inc., in fiscal
8 year 2013-14, subject to the requirements under subs. (2) to (5).

9 **(2) GRANTS TO VETERAN-OWNED START-UP BUSINESSES.** Of the moneys VETransfer,
10 Inc., receives under sub. (1), VETransfer, Inc., shall grant at least \$300,000 to
11 veterans who are residents of this state or to businesses owned by veterans who are
12 residents of this state. A veteran or a veteran's business that is awarded a grant
13 under this subsection may use the grant only to pay for costs associated with the
14 start-up of a business located in this state that the veteran owns.

15 **(3) VETERAN ENTREPRENEURSHIP TRAINING.** Of the moneys VETransfer, Inc.,
16 receives under sub. (1), VETransfer, Inc., may use up to \$200,000 to provide
17 entrepreneurial training and related services to veterans who are residents of this
18 state.

19 **(4) REPORTING AND AUDIT REQUIREMENTS.** (a) Annually, by March 1, VETransfer,
20 Inc., shall submit to the secretary, the governor, and the secretary of administration
21 a report that describes in detail all expenditures to date of the moneys VETransfer,
22 Inc., receives under sub. (1) and the outcomes of those expenditures.

Insert 2-18

^{e.}
(b) VETTransfer, Inc., shall maintain records, as required by the department, concerning its expenditures of the moneys it receives under sub. (1). VETTransfer, Inc., shall give the department access to those records upon request of the department, and the department may audit those records to ensure compliance with the requirements under this section.

(5) SUNSET. (a) Except as provided under par. (b), VETTransfer, Inc., may not expend any moneys it receives under sub. (1) after June 30, 2017 or a later date established by the department.

(b) VETTransfer, Inc., shall pay to the secretary of administration for deposit in the general fund any moneys it receives under sub. (1) but does not expend by June 30, 2017, or by a later date established by the department under par. (a).

(END)

**2013-2014 DRAFTING INSERT
FROM THE
LEGISLATIVE REFERENCE BUREAU**

LRB-1499/P2ins
MPG:cjs:jf

*until 2018 or one
year following the
date established by
the department
under sub. (5)(a)*

1 INSERT 2-18

2 (4) REPORTING AND AUDIT REQUIREMENTS. (a) Annually, by March 1, VETTransfer,
3 Inc., shall submit to the secretary, the governor, and the secretary of administration
4 a report that includes all of the following:

5 (a) The most recent financial statement for VETTransfer, Inc.

6 (b) A detailed description of the criteria VETTransfer, Inc., used to determine
7 who received a grant under sub. (2) during the previous year.

8 (c) A verified statement describing in detail the grants VETTransfer, Inc., made
9 under sub. (2), and the expenditures VETTransfer, Inc., made under sub. (3), during
10 the previous year, signed by an independent certified public accountant and the
11 director or principal officer of VETTransfer, Inc., to attest to the accuracy of the
12 verified statement. The verified statement shall include all of the following
13 concerning each award of a grant VETTransfer, Inc., made under sub. (2) during the
14 previous year:

15 1. The name and address of the grant recipient and the name and address of
16 the start-up business.

17 2. The names and addresses of all of the start-up business's owners, including
18 an identification of the business's owners who are veterans, and, if the grant
19 recipient was a business other than the start-up business, the names and addresses
20 of the grant recipient's owners, including an identification of the business's owners
21 who are veterans.

22 3. The names and addresses of the start-up business's board of directors and
23 key management employees and, if the grant recipient was a business other than the

1 start-up business, the names and addresses of the grant recipient's board of
2 directors and key management employees.

3 4. A description of the nature of the start-up business.

4 5. Any information the grant recipient submitted to VETTransfer, Inc., to apply
5 for the grant.

6 6. The amount of the grant and the date VETTransfer, Inc., awarded the grant.

7 7. A statement of the number of employees the start-up business employed on
8 January 1 of the previous year and the number of employees the start-up business
9 employed on December 31 of the previous year.

10 (d) A summary of all investments and grants VETTransfer, Inc., made during
11 the previous year.

12 END INSERT 2-18

of any kind that



State of Wisconsin
2013 - 2014 LEGISLATURE



LRB-1499/P2
MPG:cjs&sac:jf

DOA:.....Lawrence, BB0443 - Grant to Veteran Entrepreneurial Transfer Inc.

FOR 2013-2015 BUDGET — NOT READY FOR INTRODUCTION

1 **AN ACT ...; relating to:** the budget.

Analysis by the Legislative Reference Bureau

VETERANS

This bill directs DVA to pay \$500,000 in fiscal year 2013-14 to VETransfer, Inc. (VETransfer), an organization that provides training and other assistance to veterans engaged in entrepreneurship. Of those moneys, the bill requires VETransfer to use at least \$300,000 to make grants to Wisconsin veterans or their businesses to cover costs associated with the start-up of veteran-owned businesses located in Wisconsin, and the bill authorizes VETransfer to use up to \$200,000 to provide entrepreneurial training and related services to Wisconsin veterans.

Under the bill, VETransfer must submit a detailed annual report to the governor and the secretaries of veterans affairs and administration that includes a verified statement signed by an independent certified public accountant and the director or principal officer of VETransfer concerning VETransfer's expenditure of the moneys it receives from the state, and DVA may audit VETransfer's records to ensure compliance with the bill's requirements. VETransfer must repay to the state any moneys not used by June 30, 2017. DVA may extend that deadline.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 **SECTION 1.** 20.485 (2) (vm) of the statutes is amended to read:

2 20.485 (2) (vm) *Assistance to needy veterans and veteran start-up businesses.*

3 The amounts in the schedule for aid payments under s. 45.40 and for the grant to
4 VETransfer, Inc., under s. 45.45.

 ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

5 **SECTION 2.** 45.45 of the statutes is created to read:

6 **45.45 Grant to VETransfer, Inc. (1) PAYMENT.** From the appropriation under
7 s. 20.485 (2) (vm), the department shall pay \$500,000 to VETransfer, Inc., in fiscal
8 year 2013–14, subject to the requirements under subs. (2) to (5).

9 **(2) GRANTS TO VETERAN-OWNED START-UP BUSINESSES.** Of the moneys VETransfer,
10 Inc., receives under sub. (1), VETransfer, Inc., shall grant at least \$300,000 to
11 veterans who are residents of this state or to businesses owned by veterans who are
12 residents of this state. A veteran or a veteran's business that is awarded a grant
13 under this subsection may use the grant only to pay for costs associated with the
14 start-up of a business located in this state that the veteran owns.

15 **(3) VETERAN ENTREPRENEURSHIP TRAINING.** Of the moneys VETransfer, Inc.,
16 receives under sub. (1), VETransfer, Inc., may use up to \$200,000 to provide
17 entrepreneurial training and related services to veterans who are residents of this
18 state.

19 **(4) REPORTING AND AUDIT REQUIREMENTS.** (a) Annually, by March 1, until 2018
20 or one year following the date established by the department under sub. (5) (a),

1 VETTransfer, Inc., shall submit to the secretary, the governor, and the secretary of
2 administration a report that includes all of the following:

3 (a) The most recent financial statement for VETTransfer, Inc.

4 (b) A detailed description of the criteria VETTransfer, Inc., used to determine
5 who received a grant under sub. (2) during the previous year.

6 (c) A verified statement describing in detail the grants VETTransfer, Inc., made
7 under sub. (2), and the expenditures VETTransfer, Inc., made under sub. (3), during
8 the previous year, signed by an independent certified public accountant and the
9 director or principal officer of VETTransfer, Inc., to attest to the accuracy of the
10 verified statement. The verified statement shall include all of the following
11 concerning each award of a grant VETTransfer, Inc., made under sub. (2) during the
12 previous year:

13 1. The name and address of the grant recipient and the name and address of
14 the start-up business.

15 2. The names and addresses of all of the start-up business's owners, including
16 an identification of the business's owners who are veterans, and, if the grant
17 recipient was a business other than the start-up business, the names and addresses
18 of the grant recipient's owners, including an identification of the business's owners
19 who are veterans.

20 3. The names and addresses of the start-up business's board of directors and
21 key management employees and, if the grant recipient was a business other than the
22 start-up business, the names and addresses of the grant recipient's board of
23 directors and key management employees.

24 4. A description of the nature of the start-up business.

5. Any information the grant recipient submitted to VETTransfer, Inc., to apply for the grant.

6. The amount of the grant and the date VETransfer, Inc., awarded the grant.

7. A statement of the number of employees the start-up business employed on January 1 of the previous year and the number of employees the start-up business employed on December 31 of the previous year.

(d) A summary of all investments and grants of any kind that VETTransfer, Inc., made during the previous year.

(e) VETransfer, Inc., shall maintain records, as required by the department, concerning its expenditures of the moneys it receives under sub. (1). VETransfer, Inc., shall give the department access to those records upon request of the department, and the department may audit those records to ensure compliance with the requirements under this section.

(5) SUNSET. (a) Except as provided under par. (b), VETTransfer, Inc., may not expend any moneys it receives under sub. (1) after June 30, 2017, or a later date established by the department.

(b) VETTransfer, Inc., shall pay to the secretary of administration for deposit in the general fund any moneys it receives under sub. (1) but does not expend by June 30, 2017, or by a later date established by the department under par. (a).

(END)